CleanEnergy Group Understanding Solar+Storage

Answers to Commonly Asked Questions
About Solar PV and Battery Storage

How can solar+storage be developed to benefit low-income communities?

Low-income communities are statistically more vulnerable to adverse climate impacts and more likely to be subject to greater environmental burdens, such as pollutants from the fossil fuel industry. Low-income households also face greater energy burdens, paying a larger proportion of their income on utility costs compared to higher-income households.

Community-led and owned solar and energy storage (solar+storage) can provide critical economic, energy resilience, and environmental benefits to low-income communities.

- ECONOMIC BENEFITS: Solar+storage can deliver economic benefits throughout the year. In
 utility service areas with storage-friendly programs, residents can receive subsidized batteries
 and/or payment for allowing the utility to use their battery for grid services; see for instance
 Green Mountain Power's Home Energy Storage programs. Some state incentive programs,
 like California's Self-Generation Incentive Program, offer higher incentives for low-income or
 medically vulnerable populations. Connecticut's Energy Storage Solutions program provides
 higher upfront incentives and performance payments for energy storage installations that
 support low-income households, critical community facilities, and affordable housing.
- RESILIENCE BENEFITS: Batteries can provide hours or even days of power in the event of an outage, depending on the loads the system is supporting and whether it's paired with onsite solar. Community facilities equipped with solar+storage can provide emergency services to surrounding neighborhoods during an outage, while also avoiding costs associated with service interruptions or lost inventory. Solar+storage at affordable housing, independent living facilities, and senior housing can allow residents to charge medical devices, access heating/cooling, and store perishables in a community refrigerator in the event of an outage.
- ENVIRONMENTAL AND PUBLIC HEALTH BENEFITS: Solar+storage offsets greenhouse gas
 emissions by reducing a building's reliance on the grid. Energy storage can also reduce
 reliance on diesel or natural gas backup generators, which emit toxic pollutants that have
 long-term public health impacts, and which can result in sickness or even death due to
 carbon monoxide poisoning.

Despite the many benefits, there remain significant obstacles to solar+storage deployment in low-income communities, primarily affordability and accessibility.

- AFFORDABILITY: With a few exceptions, energy storage remains unaffordable for individuals
 and organizations lacking significant financial resources. Service providers operating in lowincome communities often deal with capacity issues and limited budget resources, making
 energy storage development an especially difficult endeavor. Without economic incentives
 and financing opportunities, solar+storage may remain uneconomical for most low-income
 community members.
 - Recommendation: Federal, state, and utility programs that allocate designated funds
 and higher incentive levels to support solar+storage development in low-income communities, like the California Self-Generation Incentive program and Solar Massachusetts
 Renewable Target (SMART) Program, can lower out-of-pocket expenses and reduce risks
 associated with financing. Additionally, innovative financing opportunities tailored to the
 needs of low-income communities can help overcome the financial hurdles associated
 with paying for solar+storage.
- ACCESSIBILITY: The few states that have developed incentives to boost storage deployment
 in low-income communities may experience little uptake due to limited program visibility, poor
 program design, and inadequate community engagement efforts. Diesel generators, the most
 common type of customer-sited backup power, benefit from decades of market dominance.
 To raise awareness about energy storage as an alternative to generators, more informational
 resources about energy storage need to be shared by trusted independent sources.
 - Recommendation: Policymakers and program administrators should prioritize equity
 within program design and marketing. Communities would also benefit from no-cost
 technical assistance and predevelopment support to understand the benefits and barriers
 to project development and assess the financial and technical feasibility of installing
 solar+storage at their home or at a community facility.

This text was adapted from chapter 11 of Clean Energy Group's July 2024 publication, *Understanding Solar+Storage: Answers to Commonly Asked Questions About Solar PV and Battery Storage.* Read the full guide at www.cleanegroup.org/publication/understanding-solar-storage.



Maycroft Apartments: Solar+Storage for Low-Income Residents in Washington, DC

Jubilee Housing provides affordable homes and supportive services to low-income and very low-income residents in Washington, DC. Solar+storage at Jubilee Housing's Maycroft Apartments provides emergency backup power to a community space. In the event of an outage, residents can use the community space to access heating/cooling, a television, refrigeration for perishables and temperature-sensitive medication, and outlets to charge cell phones and electricity-dependent medical equipment. The 46-kilowatt/56-kilowatt-hour energy storage system, connected to a 62.4-kilowatt rooftop solar array, also powers lighting for stairwells and hallways throughout the complex. In addition to resilience, the community solar array saves each household approximately \$40 every month on utility bills.

Solar array on the roof of Maycroft Apartments in Washington, DC.

Photo: New Partners Community Solar